

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6363

BILL NUMBER: SB 360

NOTE PREPARED: Jan 14, 2008

BILL AMENDED:

SUBJECT: E85 fueling station grants.

FIRST AUTHOR: Sen. Hershman

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: ☒ **GENERAL**
☒ **DEDICATED**
FEDERAL

IMPACT: State

Summary of Legislation: This bill increases the amount that may be awarded for E85 fueling station grants from \$5,000 to \$20,000 for all qualified investments made by a person at a single location.

Effective Date: Upon passage.

Explanation of State Expenditures: Increasing the cap for awards could result in more grants being awarded to the extent that more projects would qualify. For example, with a \$5,000 grant, the recipient could retrofit an existing pump to accommodate E85 fuel. With a \$20,000 grant, the recipient could put in a new pump.

Background. The Department of Agriculture's (IDOA) Office of Energy and Defense Development administers the program. The cap was reduced from \$25,000 to \$5,000 in July 2007. Under the \$5,000 cap, the state awarded two grants: one to Good Oil Inc in 2007, and one to National Oil & Gas in 2008. Grants awarded in FY 2007 are listed below.

Biofuels Grant Program	County	Award Date	Award Amount	Project
Makowsky Oil Company, Inc.	Clark	9/1/2006	\$30,000	Bio-Island
Family Express Corp	LaPorte	9/1/2006	\$12,500	E85 Infrastructure
Family Express Corp	Porter	9/1/2006	\$12,500	E85 Infrastructure
Family Express Corp	Jasper	9/1/2006	\$11,269	E85 Infrastructure
Goodman & Sons	Sullivan	9/1/2006	\$5,151	E85 Infrastructure
Lincoln Gas, Inc.	Knox	9/1/2006	\$12,500	E85 Infrastructure
Martins Super Market	St. Joseph	9/1/2006	\$12,500	E85 Infrastructure
Big Bear Fuels Int. LLC	Lake	9/1/2006	\$12,500	E85 Infrastructure
Citgo/Brown Hen One Stop, LLC	Marion	9/1/2006	\$30,000	Bio-Island
Eddie's Service Inc.	Orange	9/1/2006	\$30,000	Bio-Island
Heyde Oil Inc.	Huntington	9/1/2006	\$12,500	E85 Infrastructure
Jones Oil Company	Martin	9/1/2006	\$12,500	E85 Infrastructure
Chicagoland Oil Company	Tippecanoe	9/1/2006	\$12,500	E85 Infrastructure
Good Oil	Marshall	12/15/2006	\$30,000	Bio-Island
Family Express	Statewide	12/15/2006	\$60,000	E85 Infrastructure
TOTAL			\$296,420	

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: IDOA.

Local Agencies Affected:

Information Sources: IDOA.

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